CHAPTER NO. 891

HOUSE BILL NO. 3067

By Representatives Hagood, Pinion, Rinks, Fitzhugh, Armstrong, Russell Johnson, Bone, Pleasant, Hargett, Ulysses Jones, Baird, McDonald, West, Roach, McKee, Harrison, DuBois, Garrett, Yokley, Litz, Greaham, Hensley, Wood, Davis, Brown, Black, Walker and Mr. Speaker Naifeh

Substituted for: Senate Bill No. 2664

By Senators McLeary, Burchett, McNally, Miller, Norris, Burks, Herron, Kurita

AN ACT to amend Tennessee Code Annotated, Title 68, Chapter 135, to enact the "Tennessee Agricultural Ethanol Production Act of 2004". This act makes appropriations for the period of July 1, 2004 through June 30, 2005 for the purposes of funding incentive payments for the production of ethanol and of funding the administration of the act.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. By February 1, 2005, the comptroller of the treasury shall transmit to the commerce, labor and agriculture committee of the senate and the commerce committee of the house of representatives a report that:

- (1) Reviews the use of alternative fuels such as biodiesel and gasohol as a means to enhance consumption of Tennessee agricultural products;
- (2) Includes an explanation of any practical, technical and scientific benefits for using biodiesel and gasohol in reducing air pollutants and emissions;
- (3) Includes an explanation of the effects of biodiesel and gasohol on contemporary motor vehicle engines;
- (4) Includes an analysis and recommendations concerning how to facilitate industries that would manufacture, produce and distribute biodiesel and gasohol in Tennessee; and
- (5) Includes a plan for using any available funds for implementing a program for the encouragement of the production, distribution and use of biodisesiel and gasohol and the cost benefits of such plan.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.

PASSED: May 19, 2004

DIMMY NAIFEH, SPEAKER HOUSE OF REPRESENTATIVES

> JOHN S. WILDER SPEAKER OF THE SENATE

APPROVED this 8th day of June 2004

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